

STATE RISK MANAGEMENT FUND
INVESTMENT PERFORMANCE REPORT AS OF SEPTEMBER 30, 2007

	September-07					August-07					July-07					Current FYTD	Prior Year FY07	3 Years Ended 6/30/2007	5 Years Ended 6/30/2007
	Market Value	Allocation	Quarter	Month	Market Value	Allocation	Quarter	Month	Market Value	Allocation	Quarter	Month	Net	Net	Net	Net			
		Actual	Policy	Net ROR		Actual	Policy	Net ROR		Actual	Policy	Net ROR							
LARGE CAP DOMESTIC EQUITY																			
<i>Structured Growth</i>																			
Los Angeles Capital	127,501	3.4%	3.4%	0.38%	3.94%	122,644	3.3%	3.4%	-0.22%	118,475	3.2%	3.4%	-3.21%	0.38%	21.84%	13.35%	N/A		
Total Structured Growth	127,501	3.4%	3.4%	0.38%	3.94%	122,644	3.3%	3.4%	-0.22%	118,475	3.2%	3.4%	-3.21%	0.38%	21.84%	13.35%	10.94%		
Russell 1000 Growth																			
<i>Structured Value</i>																			
LSV	124,303	3.3%	3.4%	-0.89%	2.68%	121,004	3.3%	3.4%	1.43%	114,990	3.1%	3.4%	-4.84%	-0.89%	23.77%	19.00%	16.55%		
Russell 1000 Value																			
<i>Russell 1000 Enhanced Index</i>																			
LA Capital	253,828	6.8%	6.8%	0.24%	3.33%	245,597	6.7%	6.8%	0.90%	234,629	6.4%	6.8%	-3.86%	0.24%	21.27%	13.46%	N/A		
Russell 1000																			
<i>S&P 500 Enhanced Index</i>																			
Westridge	281,306	7.5%	6.8%	2.18%	3.81%	272,332	7.4%	6.8%	1.54%	252,621	6.9%	6.8%	-3.07%	2.18%	21.12%	11.98%	N/A		
S&P 500																			
<i>Index</i>																			
State Street	77,081					75,626				72,283									
Total 130/30	77,081	2.1%	2.3%	-0.80%	2.60%	75,626	2.0%	2.3%	0.80%	72,283	2.0%	2.3%	-4.09%	-0.80%	21.82%	12.34%	11.08%		
S&P 500																			
TOTAL LARGE CAP DOMESTIC EQUITY	864,019	23.1%	22.5%	0.62%	3.42%	837,201	22.7%	22.5%	1.00%	792,998	21.7%	22.5%	-3.68%	0.62%	21.88%	13.76%	12.22%		
S&P 500																			
SMALL CAP DOMESTIC EQUITY																			
<i>Manager-of-Managers</i>																			
SEI	143,023	3.8%	3.8%	-3.66%	2.23%	139,824	3.8%	3.8%	0.26%	131,478	3.6%	3.8%	-6.01%	-3.66%	18.39%	13.70%	14.37%		
Russell 2000 + 200bp																			
<i>Enhanced</i>																			
Research Affiliates	136,366	3.6%	3.8%	N/A	0.54%	135,506	3.7%	3.8%	0.88%	126,376	3.5%	3.8%	N/A	N/A	N/A	N/A	N/A		
Russell 2000																			
TOTAL SMALL CAP DOMESTIC EQUITY	279,389	7.5%	7.5%	-4.98%	1.40%	275,330	7.5%	7.5%	0.57%	257,854	7.1%	7.5%	-6.82%	-4.98%	18.39%	13.70%	14.37%		
Russell 2000																			
DOMESTIC FIXED INCOME																			
<i>Core Bond</i>																			
Western Asset	728,665	19.5%	20.2%	1.87%	1.13%	720,364	19.5%	20.2%	0.59%	728,859	19.9%	20.2%	0.14%	1.87%	7.29%	4.44%	5.64%		
Lehman Aggregate																			
<i>Mortgage Backed</i>																			
Hyperion	198,326	5.3%	5.2%	-1.78%	0.10%	198,090	5.4%	5.2%	-2.11%	205,961	5.6%	5.2%	0.23%	-1.78%	N/A	N/A	N/A		
Lehman Global Aggregate (US Securitized Portion)																			
<i>Core Plus/Enhanced</i>																			
Clifton Group	205,732	5.5%	5.2%	4.41%	1.06%	203,570	5.5%	5.2%	1.65%	203,873	5.6%	5.2%	1.64%	4.41%	5.52%	N/A	N/A		
Prudential	200,267	5.4%	5.2%	1.95%	1.30%	197,657	5.4%	5.2%	0.91%	199,355	5.5%	5.2%	-0.27%	1.95%	N/A	N/A	N/A		
Total Core Plus/Enhanced	405,999	10.9%	10.4%	3.18%	1.18%	401,227	10.9%	10.4%	1.29%	403,228	11.0%	10.4%	0.68%	3.18%	5.95%	N/A	N/A		
Lehman Aggregate																			
<i>Index</i>																			
Bank of ND	362,719	9.7%	9.1%	3.09%	0.62%	360,386	9.8%	9.1%	1.32%	362,035	9.9%	9.1%	1.11%	3.09%	5.45%	2.92%	4.32%		
Lehman Gov/Credit (1)																			
<i>BBB Average Quality</i>																			
Wells Capital (formerly Strong)	718,998	19.2%	20.2%	1.48%	0.72%	714,096	19.4%	20.2%	1.02%	719,429	19.7%	20.2%	-0.27%	1.48%	7.93%	4.86%	6.59%		
Lehman US Credit BAA																			
TOTAL DOMESTIC FIXED INCOME	2,414,708	64.5%	65.0%	1.84%	0.85%	2,394,162	64.9%	65.0%	0.72%	2,419,511	66.2%	65.0%	0.26%	1.84%	7.11%	3.89%	5.04%		
Lehman Aggregate (2)																			
CASH EQUIVALENTS																			
Bank of ND	183,769	4.9%	5.0%	1.24%	0.37%	183,717	5.0%	5.0%	0.43%	185,829	5.1%	5.0%	0.44%	1.24%	5.36%	4.10%	3.00%		
90 Day T-Bill																			
TOTAL RISK MANAGEMENT FUND POLICY TARGET BENCHMARK	3,741,884	100.0%	100.0%	1.04%	1.45%	3,690,411	100.0%	100.0%	0.75%	3,656,191	100.0%	100.0%	-1.15%	1.04%	11.20%	6.46%	7.26%		

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.